

ORDINANCE 2024-11

AN ORDINANCE REGARDING A LEASE PURCHASE AGREEMENT FOR THE PURPOSE OF PROCURING:

**2023 Asphalt Zipper 420X-173H Reclaimer-Stabilizer sn#AZ0782 with Wheel Assist Custom Trailer Vin#109FS1922RU021292 and WA150 Gallon Wheel Assist Mount water supply system**

WHEREAS, **City of Brookland** desires to enter into that certain Lease-Purchase Agreement dated as of **June 11, 2024** by and between **City of Brookland** and Welch State Bank for the purpose of procuring equipment "**2023 Asphalt Zipper 420X-173H Reclaimer-Stabilizer sn#AZ0782 with Wheel Assist Custom Trailer Vin#109FS1922RU021292 and WA150 Gallon Wheel Assist Mount water supply system.**" The Lessee desires to designate the obligations evidenced by this Agreement as "short-term financing obligations" authorized by Amendment 78 of the Arkansas Constitution Act 1808 of the Acts of Arkansas 2001. The obligations evidenced by this Agreement, along with all other "short-term financing obligations" issued by the lessee equal five percent or less of the assessed value of taxable property located within the municipality as determined by the last tax assessment completed prior to the issuance of this Agreement. The Lessee desires to designate this Agreement as a "qualified tax exempt obligation" of the Lessee for the purposes of Section 265 (b) (3) of the Internal Revenue Code of 1986, as amended. The Lessee desires to designate **Kenneth D. Jones, Mayor** of **City of Brookland** as an authorized signer of the Agreement.

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF **City of Brookland**, Arkansas

Section 1. That the Lessee enter into a Lease Agreement with Welch State Bank for the purpose of procuring **Equipment: 2023 Asphalt Zipper 420X-173H Reclaimer-Stabilizer sn#AZ0782 with Wheel Assist Custom Trailer Vin#109FS1922RU021292 and WA150 Gallon Wheel Assist Mount water supply system**

Section 2. That the Lessee desires to designate the obligations evidenced by the Lease Purchase Agreement dated as of June 11, 2024 by and between the Lessee and Welch State Bank as "Short-term Financing obligations" authorized by Amendment 78 of the Arkansas Constitution and Act 1808 of the Acts of Arkansas 2001. The obligations evidenced by this Agreement, along with all other "short-term financing obligations" issued by the Lessee equal five percent or less of the assessed value of taxable property located within the municipality as determined by the last tax assessment completed prior to the issuance of the Agreement.

Section 3. That the Lease Purchase Agreement dated as of June 11, 2024 by and between the Lessee and Welch State Bank is designated by the Lessee as a "qualified tax exempt obligation" for the purposes of Section 265 (b) (3) of the Internal Revenue Code of 1986, as amended.

Section 4. That the Lessee designates **Kenneth D. Jones, Mayor** of **City of Brookland** as an authorized signer of the Lease Purchase Agreement dated as of June 11, 2024 by and between **City of Brookland**, Arkansas and **Welch State Bank**.

PASSED AND APPROVED by the Board of the **City of Brookland** in a meeting held on the 11<sup>th</sup> day of June, 2024

Lessee: **City of Brookland**

Witness Signature

  
Kenneth D. Jones, Mayor

  
Julie Thomas, City Clerk

